

State of Alaska FY2007 Governor's Operating Budget

Department of Environmental Conservation Facility Construction Component Budget Summary

Component: Facility Construction

Contribution to Department's Mission

Assist communities in improving sanitation conditions.

Core Services

- Provide grants, loans and engineering assistance for drinking water, sewerage, and solid waste facilities.
- Provide training programs for and certification of water and sewerage system operators.
- Provide over-the-shoulder and emergency assistance to system operators in remote communities.

End Results	Strategies to Achieve Results
A: Citizens are protected from unsafe sanitation facilities. <u>Target #1:</u> 100% of homes in rural Alaska are served by safe, sustainable sanitation facilities. <u>Measure #1:</u> % of homes in rural Alaska are served by safe, sustainable sanitation facilities.	

Major Activities to Advance Strategies
<ul style="list-style-type: none"> • Provide engineering and technical assistance to communities. • Track grant payments. • Execute loan agreements. • Administer grants and loans. • Track loan payments. • Train water and wastewater facility operators and respond to emergencies.

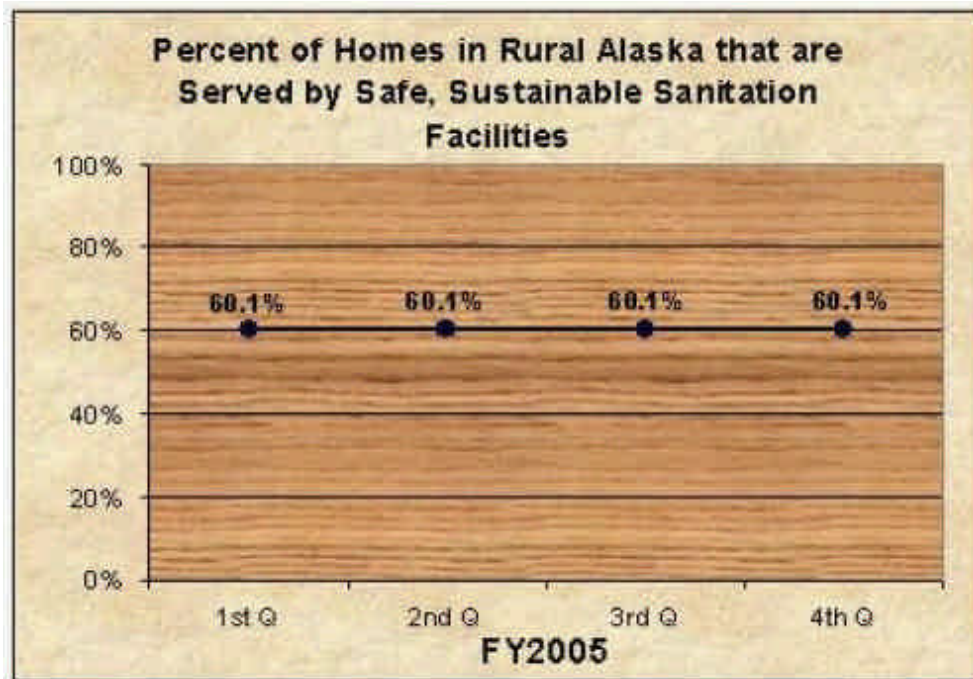
FY2007 Resources Allocated to Achieve Results		
FY2007 Component Budget: \$6,305,300	Personnel:	
	Full time	34
	Part time	0
	<hr/>	
	Total	34

Performance Measure Detail

A: Result - Citizens are protected from unsafe sanitation facilities.

Target #1: 100% of homes in rural Alaska are served by safe, sustainable sanitation facilities.

Measure #1: % of homes in rural Alaska are served by safe, sustainable sanitation facilities.



Analysis of results and challenges: The Facilities Component of the Division of Water (including the Village Safe Water Program, the RMW Program, and the Operations Assistance Programs) is working collaboratively with the State Rural Utility Business Advisor (RUBA) Program and the Alaska Native Tribal Health Consortium (ANTHC) to develop a common set of definitions for this measure. ANTHC is a partner agency in the administration of sanitation facility development and maintenance for rural Alaskan communities.

For FY2005, this measure was used for reporting progress. For FY2006, the measure is being redefined and expanded to include strategies.

Key Component Challenges

In most of the United States, safe drinking water and wastewater disposal are taken for granted. In Alaska, safe and sustainable sanitation services which meet regulatory requirements often requires overcoming unique challenges including harsh climates, remote locations, permafrost soils, limited cash economies, small populations, frequent turnover of local utility staff, high energy costs, expensive freight and transportation, and rapidly increasing populations.

In order to assist in meeting these challenges, the Facility programs offer financial, technical, and training assistance to Alaska communities in developing and enhancing their water and sewer utilities.

Significant Changes in Results to be Delivered in FY2007

Remote Maintenance Worker (RMW) grants have not been increased for several years, while fuel and other expenses continue to rise. Federal funding is available to offset these increasing costs, but require a 25% state match. A requested budget transaction will allow RMW grantees and the Department to continue to provide the current level of service to communities. Without it, services will need to be reduced to counteract increasing costs.

Major Component Accomplishments in 2005

MUNICIPAL WATER, SEWERAGE AND SOLID WASTE MATCHING GRANTS PROGRAM

- Awarded a total of \$9.6 million in state and federally-funded matching grants to 10 communities for 18 water, wastewater and solid waste projects. The total local contribution was \$7.1 million.

MUNICIPAL LOANS PROGRAM

- Awarded \$20.6 million in new, low-interest loans to 9 communities for 12 water, wastewater and solid waste projects.
- Secured \$14.4 million in federal funding to add to loan account capital.
- Collected \$18.1 million in loan principal and interest for deposit into the loan funds.

VILLAGE SAFE WATER PROGRAM

- Secured \$59.5 million in federal Environmental Protection Agency and US Department of Agriculture-Rural Development grant funding for the program.
- Awarded \$74.3 million in grants for 51 water, wastewater and solid waste projects.

REMOTE MAINTENANCE WORKER PROGRAM

- Due, in part, to remote maintenance worker assistance, there have been no large scale failures of rural sanitation systems since 1989.
- Provided regular over-the-shoulder operator assistance to 183 communities.

OPERATOR CERTIFICATION PROGRAM

- Administered two statewide operator certification examinations to over 332 applicants where approximately 210 examinees attained certification or upgraded their existing certifications.
- Administered 395 exams to village operators in conjunction with 21 special entry-level training courses, of which 322 achieved entry-level certifications.

Statutory and Regulatory Authority

AS 46.03.030, AS 46.03.032, AS 46.03.036, AS 46.07, AS 46.30, 18 AAC 73, 18 AAC 74, 18 AAC 76, 18 AAC 77

Contact Information

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Facility Construction Component Financial Summary

All dollars shown in thousands

	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	2,731.5	2,920.5	3,091.0
72000 Travel	195.3	302.9	308.9
73000 Services	759.3	1,141.7	1,151.7
74000 Commodities	81.5	69.6	73.6
75000 Capital Outlay	0.0	49.5	49.5
77000 Grants, Benefits	1,530.0	1,530.6	1,630.6
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	5,297.6	6,014.8	6,305.3
Funding Sources:			
1002 Federal Receipts	1,458.7	1,640.2	2,452.1
1003 General Fund Match	603.0	602.3	635.5
1004 General Fund Receipts	276.5	279.8	291.4
1005 General Fund/Program Receipts	75.3	57.1	57.1
1061 Capital Improvement Project Receipts	2,329.3	2,700.1	2,813.7
1075 Alaska Clean Water Loan Fund	263.0	332.1	55.5
1100 Alaska Drinking Water Fund	291.8	403.2	0.0
Funding Totals	5,297.6	6,014.8	6,305.3

Estimated Revenue Collections

Description	Master Revenue Account	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
Unrestricted Revenues				
None.		0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0
Restricted Revenues				
Federal Receipts	51010	1,458.7	1,640.2	2,452.1
General Fund Program Receipts	51060	75.3	57.1	57.1
Capital Improvement Project Receipts	51200	2,329.3	2,700.1	2,813.7
Restricted Total		3,863.3	4,397.4	5,322.9
Total Estimated Revenues		3,863.3	4,397.4	5,322.9

**Summary of Component Budget Changes
From FY2006 Management Plan to FY2007 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2006 Management Plan	939.2	1,640.2	3,435.4	6,014.8
Adjustments which will continue current level of service:				
-FY 07 Wage Increases for Bargaining Units and Non-Covered Employees	4.7	13.6	36.6	54.9
-FY 07 Health Insurance Cost Increases for Bargaining Units and Non-Covered Employees	0.5	1.3	4.0	5.8
-FY 07 Retirement Systems Cost Increase	9.0	25.5	68.4	102.9
-Technical Fund Source Correction - Alaska Drinking Water Fund	0.0	403.2	-403.2	0.0
-Technical Fund Source Correction - Alaska Clean Water Fund	0.0	276.6	-276.6	0.0
Proposed budget increases:				
-Risk Management Self-Insurance Funding Increase	0.6	1.7	4.6	6.9
-Remote Maintenance Worker Increased Funding	30.0	90.0	0.0	120.0
FY2007 Governor	984.0	2,452.1	2,869.2	6,305.3

Facility Construction Personal Services Information

Authorized Positions		Personal Services Costs	
	<u>FY2006</u> <u>Management</u> <u>Plan</u>	<u>FY2007</u> <u>Governor</u>	
Full-time	34	34	Annual Salaries 2,131,085
Part-time	0	0	COLA 57,449
Nonpermanent	4	4	Premium Pay 0
			Annual Benefits 1,099,138
			Less 5.98% Vacancy Factor (196,672)
			Lump Sum Premium Pay 0
Totals	38	38	Total Personal Services 3,091,000

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Administrative Clerk I	1	0	0	0	1
Administrative Clerk II	0	0	1	0	1
Analyst/Programmer III	0	0	1	0	1
College Intern I	0	0	1	0	1
Division Director	1	0	0	0	1
Environ Engineer I	2	0	0	0	2
Environ Engineer II	1	0	1	0	2
Environ Program Manager II	0	0	1	0	1
Environ Program Manager III	1	0	0	0	1
Environ Program Spec II	0	0	1	0	1
Environ Program Spec III	0	0	1	0	1
Graduate Intern I	3	0	0	0	3
Grants Administrator I	1	0	0	0	1
Grants Administrator II	0	0	1	0	1
Maint Spec Bfc Foreman	1	0	0	0	1
Maint Spec Bfc Jrny II/Lead	2	0	1	0	3
Planner III	0	0	1	0	1
Prog Coordinator	0	0	1	0	1
Project Asst	0	0	1	0	1
Secretary	1	0	0	0	1
VSW Engineer I	4	0	0	0	4
VSW Engineer II	3	0	0	0	3
VSW Engineer III	1	0	0	0	1
VSW Engineering Assoc	3	0	0	0	3
VSW Engineering Asst	1	0	0	0	1
Totals	26	0	12	0	38